

To: All Recipients of the prospectus, REDW001, to operate a hostel including overnight accommodations and related services located within Redwood National and State Parks.

REDW001 – Modification #2

Amendment of Solicitation to Clarify Terminology Used and Extend Solicitation Period

NPS is (1) amending the prospectus issued April 4, 2007 in solicitation #CC-REDW001-07 in order to clarify certain terms and to use these consistently throughout the document; and (2) extending the solicitation closing date to July 17, 2007.

This solicitation is for a concession contract for the operation of a hostel including overnight accommodations and related services located within Redwood National and State Parks. The prospectus used but did not specifically define the terms “hostel accommodations” and “hostel lodging.” NPS had intended that “hostel” (whether used in conjunction with accommodations or with lodging) to mean the same as what NPS understood to be its commonly accepted meaning by travelers, that is an inexpensive overnight accommodation offering dormitory-style rooms (either alone or in combination with private family and couples rooms) and shared bathroom/shower facilities. NPS did not intend the term to include bed and breakfast operations, which NPS understands to include private rooms and private baths. The facilities available for hostel operations are currently configured as four shared rooms set up dormitory style, two private rooms, shared bathroom/shower facilities, a common room, and kitchen facilities. These facilities could not be reconfigured to private rooms with private baths without extensive construction and capital investment. Capital improvements, however, are prohibited by the draft contract included in the prospectus, due to a number of operational and planning considerations.

To avoid any potential misunderstandings about the intended use of the term hostel in the solicitation, NPS is amending the prospectus issued in solicitation #CC-REDW001-07 as follows:

1. *Summary of Business Opportunity* section of the prospectus is amended by:
 - a. adding after the first sentence of the first paragraph on page 1 the following sentence: “The terms hostel, hostel overnight accommodations and hostel lodging as used in this prospectus all mean inexpensive overnight accommodation offering dormitory-style rooms (either alone or in combination with private family and couples rooms) and shared bathroom/shower facilities and common rooms.”
 - b. replacing the words “Sheltered Overnight Sleeping Accommodations” in the two places where it appears in the chart in the second paragraph on page 1 with the term “Hostel Lodging”
2. *Contract Exhibit A: Operating Plan* section of the prospectus is amended by:
 - a. adding as a new term to the Definitions in section 2 on page 1 the following: “(8) **Hostel Lodging.** Inexpensive overnight accommodation offering dormitory-style rooms (either alone or in combination with private family and couples rooms) and shared bathroom/shower facilities and common rooms.” and renumbering the following terms in that section so they are consecutive.

- b. replacing the heading “*Lodging Services. Required.*” in section 9(A)(1) on page 12 with the following heading: “*Hostel Lodging Services. Required.*”